

MAY 18 2006

NEBRASKA DEPARTMENT
OF INSURANCE

CAUSE NO. C-1570

JURISDICTION

- ## STIPULATIONS OF FACT

1. The Department initiated this administrative proceeding by filing a petition styled State of Nebraska Department of Insurance vs. Central United Life Insurance Company, Cause Number C-1570 on April 19, 2006. A copy of the petition was served upon the Respondent at the Respondent's address registered with the Department by certified mail, return receipt requested. Respondent violated Neb. Rev. Stat. §§44-1524 and 44-1525(11) as a result of the following conduct:

- a. On November 4, 2005, a complaint was sent to the Consumer Affairs Division of the Nebraska Department of Justice alleging certain complaints. The complaint was faxed to the Nebraska Department of Insurance on November 9, 2005.
- b. On November 14, 2005, Scott Zager, an insurance investigator with the Nebraska Department of Insurance, contacted Respondent requesting certain information. On December 12, 2005, Zager sent another letter to Respondent requesting an answer to his first letter. On that same day, the Nebraska Department of Insurance received a response to the November 14, 2005 letter.
- c. On January 4, 2006, Zager sent a letter to Respondent requesting additional information to continue his investigation into the allegations raised in the complaint. Respondent failed to respond to that letter within fifteen working days.
- d. On March 9, 2006, Jane Francis, Administrator for the Nebraska Department of Insurance Consumer Affairs Division sent a letter to Respondent requesting a response to the January 4, 2006 letter. This letter was sent certified and Respondent signed for the letter on March 13, 2006. Respondent failed to respond to that letter and has failed to request any additional time to respond.

3. Respondent was informed of their right to a public hearing. Respondent waives that right, and enters into this Consent Order freely and voluntarily. Respondent understands and acknowledges that by waiving their right to a public hearing, Respondent also waives their right to confrontation of witnesses, production of evidence, and judicial review.

4. Respondent admits that they violated the aforementioned statutes.

CONCLUSIONS OF LAW

Respondent's conduct as alleged above constitutes violations of Neb. Rev. Stat. §§44-1524 and 44-1525(11).

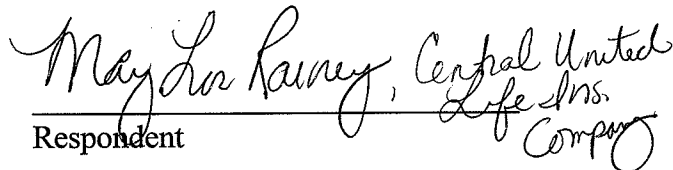
CONSENT ORDER

It is therefore ordered by the Director of Insurance and agreed to by Respondent, Central United Life Insurance Company, that they shall pay an administrative fine of \$1,000 and that they shall completely answer the Nebraska Department of Insurance's January 4, 2006 letter, within ten days after the Director approves this Consent Order. If the response to the January 4, 2006 letter is not received within ten days after the Director approves this Consent Order, Respondent shall pay a \$15,000 fine in addition to the \$1,000 fine and shall be subject to further action by the Nebraska Department of Insurance for failing to comply with the Consent Order. The fine shall be paid in total within thirty days after the Director of the Department of Insurance affixes their signature to this document and approves said consent agreement. The Department of Insurance will continue to retain jurisdiction over this matter and shall prosecute any other violations for failure to comply with this Consent Order. In witness of their intention to be bound by this Consent Order, each party has executed this document by subscribing their signature below.



Martin W. Swanson, #20795
Attorney for Nebraska
Department of Insurance
941 "O" Street, Suite 400
Lincoln, Nebraska 68508
(402)471-2201

17 MAY 06
Date



Respondent

5.15.06
Date

State of Texas)
) ss.
County of Harris)

On this 15th day of May, 2006, Mary Lou Rainey on behalf of Respondent, Central United Life Insurance Company, personally appeared before me and read this Consent Order, executed the same and acknowledged the same to be their voluntary act and deed.



Sandra Nellis
Notary Public

I hereby certify that the foregoing Consent Order is adopted as the Final Order of the Nebraska Department of Insurance in the matter of State of Nebraska Department of Insurance vs. Central United Life Insurance Company, Cause No. C-1570.

STATE OF NEBRASKA
DEPARTMENT OF INSURANCE

L. Tim Wagner
L. TIM WAGNER
Director of Insurance

5/18/06
Date

CERTIFICATE OF SERVICE

I hereby certify that a copy of the executed Consent Order was sent to the Respondent, at 10700 Northwest Freeway, Houston, Texas, by certified mail, return receipt requested on this 19th day of May, 2006.

Tracy A. Luhn